

**10% capital subsidy to new textile Unit
in Marathwada, Vidarbha and North
Maharashtra under the Textile Policy
for 2011-2017.**

**Government of Maharashtra,
Cooperation, Marketing & Textiles Department,
Government Resolution No. Policy-2012/C.R 2/TEX-2.**

Mantralaya, Mumbai- 400 032.

Date :- 1st, March, 2012.

Read :- 1] Government Resolution No. Policy-2011/C.R.335/TEX-2 dated
2 January, 2012.

2] Government Resolution No.6/5/2011-TUFS, dt. 28th April, 2011 of the
Ministry of Textiles, Government of India.

Introduction :-

By the Government Resolution dated 2nd January, 2012 under reference no.1 above, the new Textile Policy of the Government of Maharashtra has been announced. The matter of issuing a detailed Government Resolution was under consideration of the Government in connection with item no.4 of the said policy, to implement the scheme of 10% capital subsidy of the eligible capital investment for the New Textile Units set up in Marathwada, Vidarbha and North Maharashtra region of the State.

Government Resolution:-

By this order the Government gives its approval to the new scheme as under for giving 10% capital subsidy on the eligible capital investment to the new Textile Units approved under the Centrally sponsored TUF scheme and set up in Vidarbha, Marathwada and North Maharashtra, under Textile Policy 2011-2017 in the State.

1. 10% Capital subsidy to new textile units in Vidarbha, Marathwada and North Maharashtra.

a] 10% capital subsidy of the eligible capital investment will be given to new textile units set up in Vidarbha, Marathwada and North Maharashtra.

“ Eligible capital investment” means an investment which is eligible for interest subsidy under centrally sponsored TUF scheme.

b] For the said capital subsidy the original project cost eligible for interest subsidy under the Centrally sponsored TUF Scheme only shall be considered.

c] The benefit of 10% capital subsidy will not be admissible to any increase in the original project cost.

d] The said 10% capital subsidy shall be in addition to all the benefits available from all sources [i.e.Centrally sponsored TUFs, Industries Department’s policy etc.] including the assistance in respect of interest subsidy available under the new Textile Policy of the State.

2. Projects eligible for 10% Capital Subsidy Scheme. :-

a] Project of Marathawada, Vidharbha & North Maharashtra sanctioned and set up under the Centrally sponsored TUF scheme within the period of the issuing date of this Government Resolution to 31st March. 2017.

“Projects sanctioned under the Centrally sponsored TUF scheme” means projects approved by the nodal financing institutions/banks, or other co-opt. Banks/ Institutions under the Centrally sponsored TUF scheme and have obtained UID number from the Commissioner of Textile, Ministry of Textiles, Government of India.

b] Projects under Private or Cooperastive sector, sanctioned under clause (a) above and set up in Vidarbha, Marathwada and North Maharashtra.

c] Projects of Textile units which were sanctioned by Banks before the date of issuing of this Government Resolution shall not be eligible for this scheme.

3. Period of the Scheme :-

a] Projects sanctioned under the Centrally sponsored TUF scheme from the date of issuing this Government Resolution till the date 31.3.2017.

b] This scheme shall be reviewed by the Government on discontinuation of TUF Scheme or at any other time, without affecting liabilities committed till then.

4. Admissibility in respect of 10% Capital subsidy :-

a] After the Project of textile unit is completed and the unit comes under production.

b] The 10% capital subsidy scheme will not be applicable to projects of modernization/expansion of existing textile units.

5. On line monitoring of the Scheme :-

a] With the assistance of NIC online monitoring of this scheme shall be done.

b] User ID & Password will be provided to financing institutions/Banks for feeding information online.

6. Nodal Banks/Financing Institutions/Co-opted Financing Institutions giving Loan :-

a] In Government of India's TUF scheme number of Financial institutions and Banks have been designated as Nodal agencies. These nodal agencies have co-opted other Financial Institutions and Banks for implementing the TUF scheme. They are also allowed to co-opt other financial institutions and Banks on similar lines these agencies and co-opted Banks and Institutions will work under the State sponsored scheme. The nodal agencies shall submit subsidy proposal directly to the Director (Textile). The co-opted Institutions / Banks will submit subsidy proposal through their nodal agencies to the Director (Textile). Director (Textile) will submit proposals to the State Government for release of funds.

7. Responsibility of nodal financial institutions/banks :-

a] To submit online information regarding project to Government of Maharashtra through Director of Textil, in enclosed form “A” of this Government Resolution.

b] To submit 10% capital subsidy proposal to the Government through Director (Textile) in the enclosed Form ‘A’ alongwith the Account of Funds previously received from the government, utilization certificate and with other certificates as prescribed below.

- i] Physical checking and certifying that the machinery purchased by the project is according to the machinery prescribed under the Centrally sponsored TUF scheme.
- ii] Certifying that the investment being considered for the 10% capital subsidy claimed, is equal to the investment approved under the Central Sponsored TUF Scheme for the purpose of interest subsidy under TUF scheme.
- iii] Certifying that a project is new and has been sanctioned within the period permissible under the said scheme.
- iv] Certifying that any increase in the original cost of the projects is not considered for the purpose of the 10% subsidy scheme.

c] Opening a separate account in the nodal Branch of each nodal institution/banks, for the purpose of disbursement of funds under this scheme. First depositing in that account, the amount of grant disbursed by the Government, being the amount of subsidy payable under the said scheme. Out of the said account crediting the capital subsidy amounts payable to the units concerned, in their respective term loan accounts in one installment. Maintaining accounts of the balance lying in the said accounts. Crediting the interest on the balance amount at the prevailing rate; and as regards the amount of interest accruing on the credited amount lying in balance in the Bank account of

the Government, depositing the said amount of interest every quarter in the Government's consolidated Fund.[The accounts head will be intimated separately to the Banks concerned].

d] As regards the amounts disbursed by the Government to the nodal banks and finance institutions for disbursement of grants payable to the units concerned, under this scheme, utilizing the said amounts only for the purpose for which they are given.[If the amounts are used for other purposes, the entire amount together with interest at the rate of 10% shall be repaid to the Government].

e] If a project has taken loan from more than one financing institution, the claim for the admissible subsidy should be submitted through the financial institution which had sanctioned the biggest amount of loan. The grants should be disbursed accordingly.

8. Responsibility of the Directors. :-

Checking the information received from financing institutions/Banks and recommending to the Government, the admissible subsidy.

9. In order to make budgetary provision for this scheme, action will be taken to open a new accounts head, with concurrence of the Accountant General and the Government.

10. These orders are issued with the concurrence of Planning and Finance Department vide their un-official reference No.06/1431, dated 18/1/2012 and No.59/2012/expenditure-2, dated 21/2/2012 respectively.

By order and in the name of the Governor of Maharashtra.

Sd/-

[R. M. Ade]

Under Secretary to the Government of Maharashtra.

Copy to :-

Secretary to the Governor.

Principal Secretary to the Hon'ble Chief Minister, Mantralaya, Mumbai.

All Hon'ble Ministers / State Ministers [through Private Secretaries], Mantralaya, Mumbai.

Chief Secretary, Government of Maharashtra. Mantralaya, Mumbai.

Accountant General, Accounts and Admissibility, Maharashtra-1, Mumbai.
Accountant General, Audit, Maharashtra-1, Mumbai.
Accountant General, Accounts and Admissibility, Maharashtra-2, Mumbai.
Accountant General, Audit, Maharashtra-2, Mumbai
Textile Commissioner, Textile Department, Government of India,
All Additional Chief Secretaries/Principal Secretaries/Secretaries, Mantralaya,
Mumbai.
All Mantralaya Departments.
All Divisional Commissioners.
All Collectors.
Director [Textile Industries], Directorate of Textile Industries, Nagpur.
Director General, Directorate of Information & Publicity, Mantralaya, Mumbai. .
Chairman of all nodal financing institutions/banks and co-opted financing
institution.
Managing Director
All regional Deputy Director Textile.
Selection File [TEX-2].

(Enclouser of Government Resolution No.Policy-2012/C.R.2/Text-2,
Dated 1 March, 2012.)

FORM - 'A'

Information about loan sanctioned under TUF Scheme of Government of India

1	Name of lending agency.	
2	Name of the nodal agency.	
3	IFSC	
3	PAN number of the unit	
4	MICR	
4	IEM/DC(SS) number	
5	ECN in case of co-opted PLIs.	
6	Name and address of unit.	
7	SSI/Non-SSI	
8	Existing / new unit	
9	segment	
10	Project cost sanctioned (Rs.)	
11	Date of sanction of term loan	
12	Term loan sanctioned (Rs.)	
13	Term loan eligible under TUFs (Rs.)	
14	Repayment period inclusive of moratorium/implementation-	From - To
15	Moratorium/implementation period	From - To
16	Datewise disbursement pattern.	
17	Quarterwise subsidy (along with specific date of quarter) for the period of seven years of actual whichever is lower under Government of India Scheme.	
18	UID number given by TC	
19	Date of UID number	
20	Whether unit co-op. or otherwise	
21	Employment potential	
22	Applicable rate of interest subsidy under TUF.	
23	Rate of interest applied to the loan by the Bank during sanctioning of the project.	
24	E-mail address of the unit.	
25	State identification number (to be automatically generated by Computer)	

(Enclouser of Government Resolution No.Policy-2012/C.R.2/Text-2,
Dated 1 March, 2012.)

FORM - B

FORMAT FOR ONLINE APPLICATION BY LENDING AGENCIES APPLYING FOR 10% CAPITAL SUBSIDY UNDER CAPITAL SUBSIDY SCHEME OF GOVERNMENT OF MAHARASHTRA

1	Name and address of lending agencies	
2	Name of the nodal agency	
3	State Identification No.	
2	IFSC Code	
3	MICR Code	
4	Borrowers Term Loan Account Number	
5	Pan	
6	Name and address of the Unit with Taluka and District.	
7	Date of sanctioned of Term Loan under TUFS of GOI	
8	Date of UID provided by T.C. of GOI.	
9	Whether existing or New	
10	Total cost of the Unit	
11	Term Loan sanctioned Rs.	
12	Term Loan eligible for Interest Subsidy Scheme under TUFS of GOI	
13	Date of completion of the project and starting of production.	
14	Amount of capital subsidy due under GOM Scheme	
*15	Eligible term loan approved by D.T.	
16	Capital subsidy amount approved by D.T. of GOM	

* To be filled by Director Textile, Government of Maharashtra.

Note : 1. In case of sharing cases (consortium financing) the project cost may be indicated by the lending agency, which has sanctioned maximum amount of loan to the unit to avoid double counting. However, the amount sanctioned and amount disbursed may be indicated by each of the lending agency for the amount sanctioned and disbursed by them respectively.

2. Prescribed Certification under State Scheme to be enclosed.(As per para 7(B) of this G.R.